

AGN. NO.

MOTION BY SUPERVISOR GLORIA MOLINA

July 15, 2003

On April 16, 2002, the Board authorized the Executive Director of the Community Development Commission to utilize \$300,000 in Community Development Block Grant (CDBG) funds allocated to the First Supervisorial District to execute a Grant Agreement and a 55-year Lease with El Proyecto del Barrio, a California non-profit corporation, for development of a childcare center on Commission-owned property located at 161, 205 and 215 South Fetterly Avenue, and at 210 South Mednik Avenue, in unincorporated East Los Angeles.

Due to reductions in subsidies for childcare in both State and Federal programs, El Proyecto has been unable to obtain commitments for operational subsidies. It is requested that the development of the childcare center be terminated. It is also recommended that the Executive Director be authorized to reimburse El Proyecto del Barrio for up to \$107,100 in CDBG funds for predevelopment costs already expended that include architectural and consulting services that were incurred in good faith.

MOTION

Molina	_____
Yaroslavsky	_____
Knabe	_____
Antonovich	_____
Burke	_____

I, THEREFORE, MOVE that the Board:

1. Authorize the Executive Director of the Community Development Commission to terminate the Lease Agreement with El Proyecto del Barrio, dated January 29, 2003; and
2. Authorize the Executive Director to enter into a General Release Agreement with El Proyecto del Barrio for reimbursement of up to \$107,100 in CDBG funds for predevelopment expenses paid in good faith, for soil reports, appraisals and architectural plans.

NE/sf